

- "(3) The cobbler shop.
- "(4) The tailor shop.
- "(5) The dairy.
- "(6) The laundry.

"(c) NONAPPROPRIATED FUND ACCOUNTS.—The Superintendent of the Naval Academy shall administer a separate nonappropriated fund account for each of the Naval Academy activities included in the nonappropriated fund instrumentality required under subsection (a).

"(d) CREDITING OF REVENUE.—The Superintendent shall credit all revenue received from a Naval Academy activity referred to in subsection (b) to the account administered with respect to that activity under subsection (c), and amounts so credited shall be available for operating expenses of that activity.

"(e) REGULATIONS.—This section shall be carried out under regulations prescribed by the Secretary of the Navy."

(h) CIVIL SERVICE EMPLOYMENT STATUS OF EMPLOYEES OF COVERED ACTIVITIES.—Section 2105(b) of title 5, United States Code, is amended—

- (1) by inserting "who is" after "An individual": and
- (2) by inserting "and whose employment in such a position began before October 1, 1996, and has been uninterrupted in such a position since that date" after "Academy dairy."

(3) CONFORMING REPEAL.—Section 6970 of title 10, United States Code, is repealed.

(4) CLERICAL AMENDMENTS.—The table of sections at the beginning of chapter 603 of title 10, United States Code, is amended

by striking out the items relating to sections 6970 and 6971 and inserting in lieu thereof the following new item:

"6971. Midshipmen's store, trade shops, dairy, and laundry: nonappropriated fund instrumentality and accounts."

(e) EFFECTIVE DATE.—The amendments made by this section 5 use 2105 note. shall take effect on October 1, 1996.

**SEC. 371. REIMBURSEMENT UNDER AGREEMENT FOR INSTRUCTION OF CIVILIAN STUDENTS AT FOREIGN LANGUAGE INSTITUTE OF THE DEFENSE LANGUAGE INSTITUTE.**

(a) AUTHORITY TO ACCEPT REIMBURSEMENT IN KIND.—Section 559(a)(1) of the National Defense Authorization Act for Fiscal Year 1995 (Public Law 103-337: 108 Stat. 2776: 10 U.S.C. 4411 note) is amended—

- (5) by redesignating subsections (c), (d), and (e) as subsections (d), (e), and (f), respectively; and
- (6) by inserting after subsection (b) the following new subsection:

"(c) REIMBURSEMENT OPTIONS FOR CERTAIN INSTRUCTION.—In the case of instruction provided to students described in subsection (a)(1), the Secretary may provide the instruction on a

cost-reimburs-  
able basis. a reimbursement-in-kind basis. or a  
combination of  
both options. Regardless of the reimbursement  
option. the value  
of the reimbursement received under this  
subsection may not be  
less than the amount charged for providing  
language instruction  
to Federal employees who are not Department of  
Defense employees.  
The Secretary may not delegate the authority to  
accept an offer  
for in-kind reimbursement below the level of the  
Assistant Secretary  
of the Army."